

## FISCAL NOTE

### HB 1043 - SB 1378

April 4, 2003

#### SUMMARY OF BILL:

- Authorizes the UT Health Science Center to allow any qualified student, whose bona fide place of residence is located in Crittenden County, Arkansas, or in DeSoto, Marshall or Tate County, Mississippi, to enroll in the Allied Health Sciences Program and pay the same tuition rate as qualified in-state students.
- Authorizes UT Chattanooga to allow any qualified student, whose bona fide place of residence is located in Catoosa, Dade, Walker or Whitfield County, Georgia, or in Dekalb or Jackson County, Alabama, to enroll at the university and pay the same tuition rate as qualified in-state students.
- Authorizes the University of Tennessee Martin to allow any qualified student, whose bona fide place of residence is located in Fulton, Hickman, Graves or McCracken County, Kentucky to enroll at the university and pay the same tuition rate as qualified in-state students, provided that Murray State University, Murray, Kentucky, continues to afford Tennessee residents the same privilege.
- Authorizes the University of Tennessee Martin to allow any out-of-state qualified student, whose bona fide place of residence is located in Alcorn or Tishomingo County, Mississippi, to enroll at its off-campus facility in Selmer and pay the same tuition rate as qualified in-state students.

#### ESTIMATED FISCAL IMPACT:

##### Increase State Expenditures - \$1,521,143

Estimate assumes:

- The out-of-state attendance rate for the UT Health Science Center, UT Chattanooga, and UT Martin from these counties will remain constant.
- Projected waivers for each institution are based on the current enrollment and the amount of the waiver. To the extent attendance from these out-of-state counties increases, state expenditures will also increase.
- Since the funding formula calculation recognizes out-of-state tuition as a funding source, when out-of-state revenue decreases, the state's share of the formula costs increases. Assumes lost revenues will be replaced with state funds.

The estimated tuition loss for these three institutions is as follows:

UT Chattanooga	\$1,400,100
UT Martin	63,180
UT Health Science Center	57,963
Total Loss of Revenues	<u>\$1,521,243</u>

#### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director